

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

SENATE BILL 469

47TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2005

INTRODUCED BY

Linda M Lopez

AN ACT

RELATING TO TAXATION; ELIMINATING INCOME TAX RATE REDUCTIONS
FOR THE 2006 AND 2007 TAXABLE YEARS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 7-2-7 NMSA 1978 (being Laws 2003,
Chapter 2, Section 4) is amended to read:

"7-2-7. INDIVIDUAL INCOME TAX RATES. --The tax imposed by
Section 7-2-3 NMSA 1978 shall be at the following rates for any
taxable year beginning ~~[in]~~ on or after January 1, 2005:

A. For married individuals filing separate returns:

If the taxable income is:	The tax shall be:
Not over \$4,000	1.7% of taxable income
Over \$ 4,000 but not over \$ 8,000	\$ 68.00 plus 3.2% of excess over \$ 4,000
Over \$ 8,000 but not over \$ 12,000	\$ 196 plus 4.7% of

underscored material = new
[bracketed material] = del ete

1 excess over \$ 8,000
2 Over \$ 12,000 \$ 384 plus 6.0% of
3 excess over \$ 12,000.

4 B. For surviving spouses and married individuals
5 filing joint returns:

6 If the taxable income is:	The tax shall be:
7 Not over \$8,000	1.7% of taxable income
8 Over \$ 8,000 but not over \$ 16,000	\$ 136 plus 3.2% of
9	excess over \$ 8,000
10 Over \$ 16,000 but not over \$ 24,000	\$ 392 plus 4.7% of
11	excess over \$ 16,000
12 Over \$ 24,000	\$ 768 plus 6.0% of
13	excess over \$ 24,000.

14 C. For single individuals and for estates and
15 trusts:

16 If the taxable income is:	The tax shall be:
17 Not over \$5,500	1.7% of taxable income
18 Over \$ 5,500 but not over \$ 11,000	\$ 93.50 plus 3.2% of
19	excess over \$ 5,500
20 Over \$ 11,000 but not over \$ 16,000	\$ 269.50 plus 4.7% of
21	excess over \$ 11,000
22 Over \$ 16,000	\$ 504.50 plus 6.0% of
23	excess over \$ 16,000.

24 D. For heads of household filing returns:

25 If the taxable income is: The tax shall be:

1	Not over \$7,000	1.7% of taxable income
2	Over \$ 7,000 but not over \$ 14,000	\$ 119 plus 3.2% of
3		excess over \$ 7,000
4	Over \$ 14,000 but not over \$ 20,000	\$ 343 plus 4.7% of
5		excess over \$ 14,000
6	Over \$ 20,000	\$ 625 plus 6.0% of
7		excess over \$ 20,000.

8 E. The tax on the sum of any lump-sum amounts
9 included in net income is an amount equal to five multiplied by
10 the difference between:

11 (1) the amount of tax due on the taxpayer's
12 taxable income; and

13 (2) the amount of tax that would be due on an
14 amount equal to the taxpayer's taxable income and twenty
15 percent of the taxpayer's lump-sum amounts included in net
16 income. "

17 Section 2. REPEALS. --

18 A. Laws 2003, Chapter 2, Section 5 is repealed.

19 B. Laws 2003, Chapter 2, Section 6 is repealed.